

## Message Text

CONFIDENTIAL

PAGE 01 STATE 278482

21

ORIGIN EB-03

INFO OCT-01 ISO-00 /004 R

666

DRAFTED BY EB:BJMOHLER

APPROVED BY EB:BJMOHLER

DIST: EB, ISO (ONLY)

----- 014937

R 250130Z NOV 75

FM SECSTATE WASHDC

TO AMEMBASSY STOCKHOLM

C O N F I D E N T I A L STATE 278482

FOR ASSISTANT SECRETARY ENDERS

FOLLOWING REPEAT LIMA 9653 ACTIONSECSTATE INFO BELGRADE  
CANBERRA GABORONE JAKARTA KINSHASA LA PAZ LONDON LUSAKA MANILA  
NOUAKCHOTT OTTAWA PARIS PORT MORESBY SANTIAGO TEHRAN GENEVA  
NEW YORK (USUN) VIENNA 20 NOV 75  
QUOTE  
C O N F I D E N T I A L LIMA 9653

FOR EB - MR. ENDERS; ARA - MR. FISHLOW; TREASURY - MR. PARSKY;

VIENNA FOR UNIDO DELEGATION

DEPARTMENT PASS OTHER POSTS AS APPROPRIATE

EO 11652: GDS

TAGS: EMIN, ETRD, XX

SUBJ: CIPEC MINISTERIAL - RESOLUTION ON SHORT-TERM  
MEASURES ON PRICES

REF: A) LIMA 9601; B) LIMA 9647

1. EMBASSY HAS OBTAINED COPY OF CLAYSIFIED CIPEC "RESO-  
LUTION ON SHORT-TERM MEASURES ON PRICES." TEXT FOLLOWS  
WITH COMMENTS AS APPROPRIATE.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 STATE 278482

UUOTE

THE 8TH SESSION OF CIPEC CONFERENCE OF MINISTERS MEETING  
IN LIMA ON 17TH/19 NOV 1975.

CONSIDERING THE EXPECTED CONTINUATION OF THE ECONOMIC RE-  
CESSION IN THE DEVELOPED COUNTRIES,  
THE NECESSITY TO MAINTAIN AND STRENGTHEN COOPERATION BE-  
TWEEN ALL PRODUCERS WITH THE VIEW TO RESTORING A NORMAL  
BALANCE BETWEEN SUPPLY AND DEMAND OF COPPER,  
TAKING INTO CONSIDERATION THE PROPOSALS OF THE COMMITTEE  
IN MARKETING POLICY,  
AGREES AS FOLLOWS:

1. THE 15 PERCENT CUTBACKS IN PRODUCTION WHICH HAD  
BEEN DECIDED BY THE 7TH SESSION OF THE CONFERENCE AND WHICH  
HAVE BEEN IMPLEMENTED SINCE THEN BY CIPEC COUNTRIES WILL BE  
CONTINUED UNTIL JUNE 30TH 1976. (EMBASSY COMMENT: ZAMBIANS  
NOTED POINTEDLY THAT CHILEAN ACCEPTANCE OF 15 PERCENT RE-  
DUCTION POLICY WAS A MAJOR CHANGE IN CHILEAN POSITION.)

2. THE AVERAGE MONTHLY QUOTA OF EACH MEMBER COUNTRY  
FROM JANUARY 1ST 1976 WILL BE BASED ON ACTUAL EXISTING CAPA-  
CITIES IN THE FIRST HALF OF 1976 (EMBASSY COMMENT: FINAL  
LANGUAGE OF THIS ARTICLE DOES NOT REFLECT EARLIER SUGGESTION  
THAT NEW INVESTMENTS COMING ON LINE DURING FIRST HALF OF  
1976 BE INCLUDED IN CALCULATION OF EACH COUNTRY'S QUOTA.)

3. AUDITED FIGURES OF PRODUCTION AND SHIPMENTS  
IN 1974 SHALL BE COMMUNICATED TO CIPEC TO BE FOLLOWED  
IN DUE TIME BY SIMILAR AUDITED STATEMENTS FOR 1975.

4. IN THE LONGER TERM AND SUBJECT TO EXISTING  
CONTRACTUAL OBLIGATIONS, MEMBER COUNTRIES SHOULD TAKE  
MEASURES AIMED AT PHASING OUT THEIR EXPORTS OF CONCENTRATES  
AND BLISTER COPPER TO THOSE COUNTRIES, ESPECIALLY IN  
WESTERN EUROPE, WHICH PROCESS AND REEXPORT THOSE IMPORTS  
AY REFINED COPPER, SOME OF WHICH FINDS ITS WAY INTO LME  
WAREHOUSES. (EMBASSY COMMENT: ZAMBIANS OPPOSED MENTION  
OF WESTERN EUROPEAN COUNTRIES BY NAME IN PUBLIC PRESS  
STATEMENT AND MEMBERS AGREED TO DROP SUCH LANGUAGE.  
CONFIDENTIAL

CONFIDENTIAL

PAGE 03 STATE 278482

HOWEVER, REFERENCE TO EUROPEANS DOES APPEAR IN CLASSIFIED  
RESOLUTION.)

5. THE CONFERENCE EXPRESSED THE HOPE THAT MEASURES  
TAKEN BY CIPEC MEMBERS TO TEMPORARILY REDUCE PRODUCTION  
WILL ALSO BE ADOPTSD BY DEVELOPED COUNTRIES WHICH HAVE RE-  
FINING CAPACITIES IN EXCESS OF THEIR INTERNAL CONSUMPTION  
NEEDS, AND CALLS ON THE PRESIDENT OF CIPEC TO APPROACH

THESE COUNTRIES TO THIS END. (EMBASSY COMMENTS: MEMBERS  
DID DECIDE TO PLACE RESPONSIBILITY FOR CONTACTING DC  
PRODUCERS SQUARELY ON SHOULDERS OF GENERAL LA VERA, RATHER  
THAN DO SO EITHER THROUGH CIPEC SECRETARIAT OR THROUGH  
INDIVIDUAL COUNTRIES.)

6. THE CONFERENCE ALSO RECOMMENDS THAT MEMBER  
COUNTRIES MAKE ALL POSSIBLE EFFORTS FOR SALES TO BE  
MADE DIRECTLY TO CONSUMERS. END QUOTE

2. ACTION REQUESTED: RE PARA 5 OF RESOLUTION, EMBASSY  
WOULD APPRECIATE PRELIMINARY GUIDANCE AS TO HOW WE  
SHOULD RESPOND IF PERUVIANS APPROACH US HERE, RATHER  
THAN IN WASHINGTON.

DEAN  
UNQUOTE  
INGERSOLL

CONFIDENTIAL

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** POLICIES, MEETINGS, MEETING REPORTS, PRICES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 25 NOV 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** SmithRJ  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975STATE278482  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** BJMOHLER  
**Enclosure:** n/a  
**Executive Order:** GS  
**Errors:** N/A  
**Film Number:** D750409-1081  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1975/newtext/t19751115/aaaaamum.tel  
**Line Count:** 132  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ORIGIN EB  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 3  
**Previous Channel Indicators:** n/a  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** n/a  
**Reference:** 75 LIMA 9601, 75 LIMA 9647  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** SmithRJ  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 02 APR 2003  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <02 APR 2003 by ShawDG>; APPROVED <06 OCT 2003 by SmithRJ>  
**Review Markings:**

Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
06 JUL 2006

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** CIPEC MINISTERIAL - RESOLUTION ON SHORT-TERM MEASURES ON PRICES  
**TAGS:** EMIN, ETRD, XX  
**To:** STOCKHOLM  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006